

# GENERAL INSTRUCTIONS — SAVINGS AND LOAN TAX RETURN

RSMo 148.610 – 148.710

This form must be completed and filed by April 16 of this year. The tax for each year is based upon the taxpayer's net income for the previous year. A reasonable extension of time for filing this return may be granted by the Director of Revenue. When an extension is granted, the taxpayer is required to pay, as part of any tax due, interest thereon at the rate determined by Section 32.065, RSMo from the day when such return should have been filed, if no such extension had been granted. Pursuant to Regulation 12 CSR 10-10.070, an extension of time may not exceed 180 days from the due date of April 16. A copy of your U.S. Corporation Income Tax Return must be attached to the Missouri Savings & Loan Tax Return.

You are urged to review the state law prior to the completion of this tax return, since the Internal Revenue Code and the state law differ in the accounting for various transactions. Two of the major differences are: treatment of the sale or disposition of capital assets and the reserve method for computing bad debts.

If any association operates more than one office or branch in the State of Missouri, the association shall file one return. The association shall complete Schedule B listing the address of each office or branch and showing the total dollar amount of savings account, deposits and/or repurchase agreements of each office or branch and the total for the association. If an association has an office or offices outside the State of Missouri, the total of the dollar amount of deposits and accounts at an office or offices outside the State of Missouri shall be excluded in determining the total deposits and accounts of the taxpayer. If the savings and loan has no offices or branches, indicate same on Schedule B. Schedule B must be completed and submitted with the savings and loan tax return.

All savings and loan associations shall complete this tax return reflecting their total business activities from all sources. Savings and loan associations, conducting business in multiple states, are referred to instructions for Line 16.

## LINE-BY-LINE INSTRUCTIONS

### PART I

- Line 1. Enter the amount of taxable income (loss) from Line 28, U.S. Corporation Income Tax Return, Form 1120, before any net operating loss deduction or special deduction is applied.
- Line 2. Enter here all income received from state and/or political subdivision obligations excluded on the federal return. Explain if different from Federal Form 1120, Schedule M-1, Line 7.
- Line 3. Enter all income received from federal government securities excluded from the federal return.
- Line 4. Enter the bad debt deduction claimed on your federal return.
- Line 5. Enter the excess, if any, of recoveries of bad debts previously charged off over current year's charge offs.
- Line 6. Enter the amount of Missouri Savings and Loan Tax (imposed by Chapter 148, RSMo) deducted on the federal return.
- Line 7. Enter the total credits from Schedule A of this return. The amount of taxes claimed as a deduction on the federal return but claimed as a credit on Line 17 of this return includes all taxes paid to the State of Missouri or any political subdivision thereof, except taxes on tangible personal property owned by the taxpayer and held for lease or rental to others, contributions paid pursuant to the unemployment compensation law of Missouri, real estate taxes, social security taxes, sales and use taxes and taxes imposed by this law. Explain difference, if any, between the amount shown on Line 7 of this return and Federal Form 1120, Line 17, Page 1. Please submit schedule of taxes deducted on Federal Form 1120 for verification purposes. Please be advised the savings and loan assessment fee is not allowable credit per our General Counsel's Office. The annual registration fee is not an allowable credit because it is considered a fee and not a tax.
- Line 8. Enter on this line deductions claimed on the federal return which are not allowable on this return and income

not included on the federal return which is required to be included on this return. Attach schedule.

- Line 9. Enter the total of Lines 1 through 8.

### PART II

- Line 10. Enter the amount of actual bad debt charge offs.
- Line 11. Enter the current year deduction for federal income taxes. The current year deduction will be the amount actually accrued (if an accrual basis taxpayer) or paid (if a cash basis taxpayer) during the year. Accrual basis taxpayers that are members of an affiliated group filing a consolidated federal income tax return shall allocate its consolidated federal tax liability among the members of the group for the year by using the method elected to allocate earnings and profits by the group under Internal Revenue Code Section 1552, without regard to any additional allocations under Treasury Regulation 1.1502-33(d). If no election was made, the taxpayer shall allocate according to Section 1552(a)(1), IRC.
- Cash basis taxpayers that are members of an affiliated group filing a consolidated Federal income tax return shall allocate the consolidated tax paid or refunded during the year by using the method elected to allocate earnings and profits by the group under Internal Revenue Code Section 1552 for the applicable year without regard to any additional allocations under Treasury Regulation 1.1502-33(d). If no election was made, the taxpayer shall allocate according to section 1552(1)(1), IRC.
- Line 12. Enter the amount of charitable contributions actually made in excess of the amount allowed, if any, on the Federal return. Attach a schedule of charitable contributions if not included with Federal Form 1120.
- Line 13. Enter the total amount of any deduction claimed on this return and not included on the federal return. These deductions must be itemized on a schedule attached to this return.
- Line 14. Enter total amount of Lines 10, 11, 12 and 13.

Line 15. Subtract Line 14 from Line 9 and enter net amount. If "loss", indicate by brackets "( )" and enter "none" on Line 16.

### PART III

Line 16. Multiply the taxable income amount on Line 15 by 7 percent and enter result. If Line 9 includes income from business activity both within and without the State of Missouri from offices or branches located in such state, the taxpayer may be eligible to apportion the tax. These taxpayers shall complete Financial Institution Apportionment Schedule C and attach to this return.

Line 17. Enter amount from Line 7.

Line 18. Subtract Line 17 from Line 16 and enter amount. If amount on Line 17 exceeds amount on Line 16, enter "none".

Line 19A. Enter the amount of tentative payment (if applicable).

Line 19B. Enter here any amounts claimed for Neighborhood Assistance Credit, Development Reserve Credit, Infrastructure Development Credit, Export Finance Credit, Affordable Housing Assistance Credit, Small Business Incubator Credit, Missouri Low Income Housing Credit, Missouri Business Modernization and Technology Credit, Community Bank Credit, Small Business Investment Credit, Brownfield "Jobs and Investment" Credit, Missouri Higher Education Scholarship Fund Credit, Special Needs Adoption Tax Credit, Business Use Incentives for Large-scale Development (BUILD) Credit, Remediation

Tax Credit, Youth Opportunities Credit, Qualified Research Expenses Credit, Shelter for Victims of Domestic Violence Credit, Maternity Home Credit, Historic Preservation Credit, Agricultural Products Utilization Credit, Family Development Account Credit, New Enterprise Creation Credit, New Generation Cooperative Credit, Mature Worker Childcare Program Credit, and Rebuilding Communities and Neighborhood Preservation Act. A schedule listing amounts for each credit and a copy of approved authorization must be attached to return.

Line 19C. Enter the amount of approved Enterprise Zone Credit but not more than the amount on Line 18. Attach copy of approval.

Line 20. Enter the amount of overpayment of previous year's tax. Attach approved credit authorization. The original credit authorization must be returned or credit will be disallowed.

Line 21. Subtract Lines 19A, 19B, 19C and 20 from Line 18.

Line 22. Any tax due on this return not paid by April 16 is delinquent, and interest will be charged on such amount at the rate of 10% per annum. Enter the interest on this line.

Line 23. Add Lines 21 and 22 and enter total. Make check payable to "Financial Institution Tax" for this amount.